

PERSI Choice Plan Summary

For the month of: August 2006

Performance

blue = outperform by 50 bp; red = underperform by 50 bp (* Annualized)

Fund returns are net of fees with the exception of the PERSI Total Return Fund and SEI Stable Value Fund

	<u>Ticker</u> *	<u>Last Month</u>	<u>Last 3 Months</u>	<u>Last 1 Year</u>	<u>Last 2 Years*</u>
PERSI Total Return Fund	n/a	2.5%	3.5%	12.4%	13.8%
Policy Bench (55-15-30)		2.2%	2.9%	9.0%	10.6%
Domestic Equity Options:					
Mellon Wilshire 5000 Stock Index Fund (Wil 5000)	n/a	2.3%	2.3%	8.9%	12.1%
Wilshire 5000		2.4%	2.2%	8.8%	12.3%
Mellon S&P 500 Stock Index Fund (S&P 500)	n/a	2.3%	3.1%	8.9%	10.7%
Vanguard Growth & Income Fund (S&P 500) †	VGIAX	2.2%	2.0%	7.9%	10.5%
S&P 500		2.4%	3.2%	8.9%	10.7%
Dreyfus Premier Midcap Stock R Fund (S&P Mid)	DDMRX	-0.2%	-3.8%	2.8%	12.7%
S&P 400 Midcap		1.1%	-1.7%	6.7%	15.4%
T. Rowe Price Small Cap Stock Fund (RU 2000) ††	OTCFX	1.6%	-2.0%	9.1%	15.9%
Russell 2000		3.0%	0.3%	9.4%	16.0%
International Equity Options:					
Mellon International Stock Index Fund (MSCI EAFE)	n/a	2.8%	3.8%	24.4%	24.2%
Brandes International Equity Fund (MSCI EAFE)	BIIEIX	3.3%	3.4%	22.8%	22.2%
MSCI EAFE net dividends		2.7%	3.8%	24.3%	23.9%
MSCI EAFE Free		2.8%	3.8%	24.8%	24.4%
Fixed Income Options:					
SEI Stable Value Fund (Money Market + 50 bp)	n/a	0.4%	1.1%	4.5%	4.5%
ML 91-day T-bills + 0.50%		0.9%	1.8%	4.8%	3.9%
Dodge and Cox Fixed Income Fund (Leh Aggregate)	DODIX	1.4%	2.5%	2.3%	3.1%
Mellon Aggregate Bond Index Fund (Leh Aggregate)	n/a	1.5%	3.1%	1.7%	2.9%
Lehman Aggregate		1.5%	3.1%	1.7%	2.9%

* Mutual Fund performance reported by Morningstar; SEI from Manager; all others per custodian; Mutual funds are identified with corresponding tickers

† Vanguard Growth & Income Admiral Shares (VGIAX) performance begins as of 8/01/03; all previous periods are based on performance of Vanguard Growth & Income Investor Shares (VQNPX) through 7/31/03

†† T. Rowe Price Small Cap Stock Fund (OTCFX) performance begins as of 8/01/03; all previous periods are based on performance of ING Small Company Fund (AESGX) through 7/31/03

** Market values stated on the following Asset Allocation page may differ from the PERSI Choice Plan website due to timing issues (market values are reported as of the last day of the month and do not include the cash flows for the same day)

Comments

During the month, the Brandes International Equity Fund was the best-performing option, with relative outperformance of at least 70 basis points over the MSCI EAFE benchmark. The PERSI Total Return Fund was the only other plan option to exceed the underlying benchmark return. The Dreyfus Premier Midcap Stock R Fund, the T. Rowe Price Small Cap Stock Fund, and the SEI Stable Value Fund underperformed their respective benchmarks by 50 basis points or more. All other plan options generated returns in line with or within 50 basis points of their respective benchmarks. The PERSI Total Return Fund continues to be the most widely used Choice Plan option.

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Asset Allocation **

	Month-end <u>Mkt Value</u>	Alloc by <u>Fund</u>	Alloc by <u>Asset Class</u>
<i>Default:</i>			
PERSI Total Return Fund	\$ 186,625,436	79.6 %	79.6 %
<i>Domestic Equity Options:</i>			10.3 %
Mellon Wilshire 5000 Stock Index Fund (Wil 5000)	\$ 1,342,273	0.6 %	
Mellon S&P 500 Stock Index Fund (S&P 500)	\$ 6,132,302	2.6 %	
Vanguard Growth & Income Fund (S&P 500)	\$ 7,362,230	3.1 %	
Dreyfus Premier Midcap Stock R Fund (S&P Mid)	\$ 3,482,339	1.5 %	
T. Rowe Price Small Cap Stock Fund (RU 2000)	\$ 5,945,566	2.5 %	
<i>International Equity Options:</i>			3.9 %
Mellon International Stock Index Fund (MSCI EAFE)	\$ 1,860,361	0.8 %	
Brandes International Equity Fund (MSCI EAFE)	\$ 7,397,603	3.2 %	
<i>Fixed Income Options:</i>			5.3 %
SEI Stable Value Fund (Leh Gov Inter)	\$ 7,975,233	3.4 %	
Dodge and Cox Fixed Income Fund (Leh Aggregate)	\$ 3,275,645	1.4 %	
Mellon Aggregate Bond Index Fund (Leh Aggregate)	\$ 1,161,514	0.5 %	
<i>Other:</i>			
Loans	\$ 2,005,341	0.9 %	0.9 %
Total DC Plan	\$ 234,565,844	100.0 %	100.0 %

Current AA by Fund

